## IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

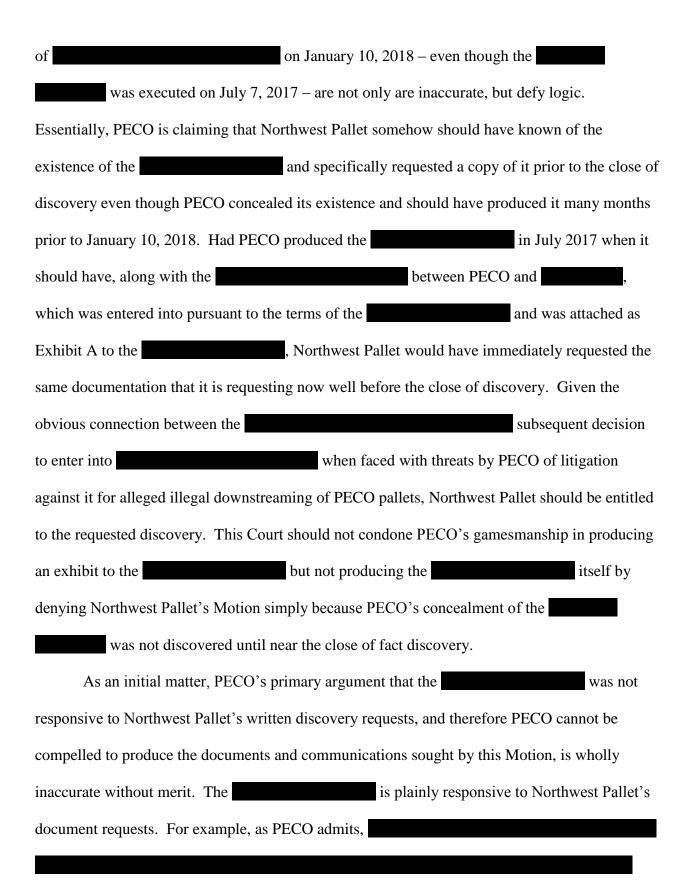
PECO PALLET, INC.,	)	
-4	)	Case No.: 15-cv-6811
Plaintiff,	)	
	)	Honorable Andrea R. Wood
v.	)	
	)	Magistrate Judge Michael T. Mason
NORTHWEST PALLET SUPPLY CO.,	)	
	)	
Defendant.	)	
NORTHWEST PALLET SUPPLY CO.,	)	
	)	Case No.: 15-cv-50182
Plaintiff,	)	
	)	Honorable Andrea R. Wood
v.	)	
	)	Magistrate Judge Michael T. Mason
PECO PALLET, INC.,	)	
, ,	)	
Defendant.	Ś	
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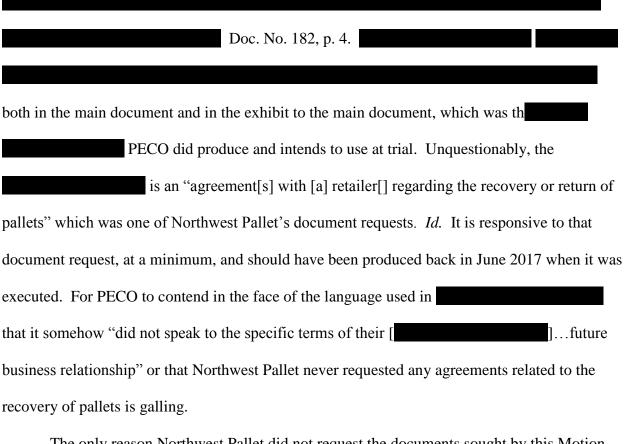
## NORTHWEST PALLET'S REPLY IN SUPPORT OF ITS MOTION TO COMPEL AND TO EXTEND DISCOVERY FOR LIMITED PURPOSES

Northwest Pallet Supply Co. ("Northwest Pallet"), through its counsel, Tarpey Wix LLC, for its Reply in Support of its Motion to Compel and to Extend Discovery for Limited Purposes, states the following:

## **ARGUMENT**

PECO's arguments that Northwest Pallet's Motion to Compel and to Extend Discovery for Limited Purposes (the "Motion") should be denied because Northwest Pallet's written discovery requests did not specifically request the between PECO and and Northwest Pallet has not suffered any prejudice by its late disclosure, after PECO withheld production of the until the moments before the deposition





The only reason Northwest Pallet did not request the documents sought by this Motion earlier is because of PECO's gamesmanship in failing to produce six months earlier when it produced an exhibit to that have acted any more expeditiously.

As soon as Northwest Pallet learned of the existence of her the depositions and a mere 13 days before the close of discovery – Northwest Pallet immediately sought the documents that are the subject of this Motion. Northwest Pallet could not have acted any more expeditiously.

In sum, not only should have been produced in response to Northwest Pallet's existing discovery requests, but Northwest Pallet immediately sought documents and communications relevant to that as soon as its existence was discovered. This is not a situation where Northwest Pallet is seeking to compel the

production of documents that were never requested or discovery related to documents that were known to it for months and, as such, PECO's reliance on the *Hubbell Indus*. and *Eley* cases is misplaced.

Northwest Pallet should be afforded an adequate opportunity to explore the reasons why
, which was being accused by PECO of engaging in alleged illegal activity with
Northwest Pallet, (1) suddenly decided to enter in a, the likes of
which it had never previously entered into with PECO, and, perhaps more important, (2) agreed
for the sorting, stacking and loading of PECO Pallets. These two issues
are critical in this case because, as PECO readily admits, it intends to use the
as "a data point relevant to the ultimate issue in this case (i.e., what
compensation PECO allegedly owes Northwest for performing similar services to
)." (Doc. 182, p. 4). Denying Northwest Pallet an opportunity to conduct discovery
that would shed light on these two issues – primarily through the narrowly tailored request for
the communications between PECO's counsel, Winston & Strawn, and
– would be patently unfair and
highly prejudicial to Northwest Pallet.
Contrary to the claims made in PECO's response, Northwest Pallet has not been able to
fully explore the reasons why entered into a with
PECO for despite having the opportunity to depose
. Importantly, both testified that
they had no knowledge or information regarding why
was negotiated. This fact alone provides a sufficient basis to

grant the Motion, not deny it. Northwest Pallet is entitled to discovery as to how the parties concluded that was "fair market value", particularly while was being threatened with litigation.

Similarly, none of the other documents referenced by PECO in its Response – - shed light on these two issues. Indeed, the most likely source for this information, particularly to ascertain PECO's use of the sword of litigation to obtain favorable documents it intends to use in support of its defenses to Northwest Pallet's claims in this case, is the correspondence between counsel for PECO and PECO does not, because it cannot, argue that those communications are privileged or otherwise protected from discovery. The "best" argument it can come up with is that Northwest Pallet did not produce communications between its counsel and third-party subpoena recipients. However, that argument is misplaced and irrelevant. The circumstances here – PECO's use of strong-arm tactics to coerce an alleged co-conspirator with Northwest Pallet to provide favorable testimony and execute a PECOfriendly agreement that PECO now intends to use against Northwest Pallet – are completely different and warrant discovery of the communication that led to such similar circumstances exist with respect to Northwest Pallet's communications with thirdparty subpoena recipients, which is precisely why PECO never requested any such communications. PECO's attempt to divert this Court's attention away from the matter at hand by referencing irrelevant and dissimilar communications with other third-party subpoena recipients is a red herring.

WHEREFORE, for the foregoing reasons, Northwest Pallet Supply Co., respectfully requests that the Court grant its motion to compel and enter an order compelling the limited discovery sought herein and for any other relief this Court deems proper and just.

**DATED**: January 31, 2018

Respectfully submitted,

Northwest Pallet Supply Co.

/s/ David G. Wix

Tarpey Wix LLC
Attorneys for Plaintiff

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## **CERTIFICATE OF SERVICE**

I, undersigned attorney, hereby certify that on January 31, 2018, I electronically filed Northwest Pallet's Reply in Support of Its Motion to Compel and to Extend Discovery for Limited Purposes with the Clerk of the Court by using the CM/ECF system, which will send a notice of electronic filing to all counsel of record.

/s/ David G. Wix

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